| Γ  |                         |                     |                     |                         |                          |                         |                     |                     |                       |                         |                     | Г                   |                       |                         |                     | Current             | Prior Year             | 3 Years                 | 5 Years                 |                         |                          |
|--|-------------------------|---------------------|---------------------|-------------------------|--------------------------|-------------------------|---------------------|---------------------|-----------------------|-------------------------|---------------------|---------------------|-----------------------|-------------------------|---------------------|---------------------|------------------------|-------------------------|-------------------------|-------------------------|--------------------------|
|  | June-07                 |                     |                     |                         | March-07                 |                         |                     |                     | December-06           |                         |                     | September-06        |                       |                         |                     | FYTD                | FY06                   | Ended                   | Ended                   |                         |                          |
|  | Market Value            | Alloca<br>Actual    |                     | Quarter<br>Net ROR      | Month<br>Net ROR         | Market Value            | Alloca<br>Actual    |                     | Quarter<br>Net ROR    | Market Value            | Alloca<br>Actual    |                     | Quarter<br>Net ROR    | Market Value            | Alloca<br>Actual    | ation<br>Policy     | Quarter<br>Net ROR     | Net                     | Net                     | 6/30/2006<br>Net        | 6/30/2006<br>Net         |
| LARGE CAP DOMESTIC EQUITY                            | Warker value            | riotaai             | 1 Olloy             | NOTITOR                 | Netron                   | Walket Value            | ricidai             | Tolloy              | Notron                | Warker value            | Hotaai              | 1 Olicy             | Not Non               | Warket Value            | riotaai             | 1 Olloy             | THE THE                | 1401                    | 1401                    | 1401                    | 1401                     |
| Structured Growth                                    | 22 601                  | 4.00/               | 2 00/               | 7 520/                  | 1 440/                   | 27.650                  | 2 00/               | 2 00/               | 2 969/                | 24 002                  | 2 00/               | 2 00/               | 7 400/                | 20.970                  | 2 00/               | 2 00/               | 1 600/                 | 24 0 40/                | 11 120/                 | 12 250/                 | NI/A                     |
| Los Angeles Capital Total Structured Growth          | 33,681<br><b>33,681</b> | 4.0%<br><b>4.0%</b> |                     | 7.52%<br><b>7.52%</b>   | -1.44%<br>-1.44%         | 27,650<br><b>27,650</b> | 3.9%<br><b>3.9%</b> | 3.9%<br><b>3.9%</b> | 3.86%<br>3.86%        | 21,882<br><b>21,882</b> | 3.8%<br>3.8%        | 3.9%<br><b>3.9%</b> | 7.40%<br><b>7.40%</b> | 20,870<br><b>20,870</b> | 3.8%<br>3.8%        | 3.9%<br><b>3.9%</b> | 1.60%<br>1.60%         | 21.84%<br><b>21.84%</b> | 11.12%<br><b>11.12%</b> | 13.35%<br>13.35%        | N/A<br>10.94%            |
| Russell 1000 Growth                                  | 55,551                  | 11070               | 0.070               | 6.86%                   | -1.49%                   | 21,000                  | 0.070               | 0.070               | 1.19%                 | 21,002                  | 0.070               | 0.070               | 5.93%                 | 20,0.0                  | 0.070               | 0.070               | 3.94%                  | 19.04%                  | 6.12%                   | 8.70%                   | 9.28%                    |
| Structured Value                                     |                         |                     |                     |                         |                          |                         |                     |                     |                       |                         |                     |                     |                       |                         |                     |                     |                        |                         |                         |                         |                          |
| LSV  | 33,252                  | 3.9%                | 3.9%                | 6.59%                   | -2.33%                   | 27,533                  | 3.9%                | 3.9%                | 2.38%                 | 24,221                  | 4.2%                | 3.9%                | 8.10%                 | 22,996                  | 4.2%                | 3.9%                | 4.91%                  | 23.77%                  | 15.05%                  | 19.00%                  | 16.55%                   |
| Russell 1000 Value                                   |                         |                     |                     | 4.93%                   | -2.34%                   |                         |                     |                     | 1.24%                 |                         |                     |                     | 8.00%                 |                         |                     |                     | 6.22%                  | 21.87%                  | 12.10%                  | 15.93%                  | 13.31%                   |
| Russell 1000 Enhanced Index LA Capital               | 67,149                  | 7.9%                | 7.9%                | 6.83%                   | -1.90%                   | 55,484                  | 7.8%                | 7.9%                | 1.65%                 | 45,897                  | 8.0%                | 7.9%                | 7.67%                 | 41,628                  | 7.6%                | 7.9%                | 3.72%                  | 21.27%                  | 11.58%                  | 13.46%                  | N/A                      |
| Russell 1000   | 67,149                  | 1.976               | 1.5%                | 5.90%                   | -1.91%                   | 33,404                  | 7.0%                | 1.5%                | 1.03%                 | 45,097                  | 0.076               | 1.9%                | 6.95%                 | 41,020                  | 7.0%                | 1.5%                | 5.06%                  | 20.43%                  | 9.08%                   | 12.34%                  | N/A                      |
| S&P 500 Enhanced Index                               |                         |                     |                     |                         |                          |                         |                     |                     | ,                     |                         |                     |                     |                       |                         |                     |                     |                        |                         |                         |                         |                          |
| Westridge  | 71,665                  | 8.4%                | 7.9%                | 6.41%                   | -1.62%                   | 59,450                  | 8.4%                | 7.9%                | 0.74%                 | 46,244                  | 8.1%                | 7.9%                | 6.85%                 | 44,451                  | 8.1%                | 7.9%                | 5.74%                  | 21.12%                  | 8.77%                   | 11.98%                  | N/A                      |
| S&P 500  |                         |                     |                     | 6.28%                   | -1.66%                   |                         |                     |                     | 0.64%                 |                         |                     |                     | 6.70%                 |                         |                     |                     | 5.67%                  | 20.59%                  | 8.63%                   | 11.68%                  | N/A                      |
| Index  |                         |                     |                     |                         |                          |                         |                     |                     |                       |                         |                     |                     |                       |                         |                     |                     |                        |                         |                         |                         |                          |
| State Street Total 130/30                            | 20,715<br><b>20,715</b> | 2.4%                | 2.6%                | 5.47%<br><b>5.47%</b>   | -1.80%<br>-1.80%         | 17,310<br><b>17,310</b> | 2.4%                | 2.6%                | 1.42%<br>1.42%        | 16,253<br><b>16,253</b> | 2.8%                | 2.6%                | 7.85%<br><b>7.85%</b> | 15,442<br><b>15,442</b> | 2.8%                | 2.6%                | 5.59%<br><b>5.59%</b>  | 21.82%<br><b>21.82%</b> | 9.51%<br><b>9.51%</b>   | 12.34%<br><b>12.34%</b> | 11.08%<br><b>11.08</b> % |
| S&P 500  | 20,713                  | 2.470               | 2.0 %               | 6.28%                   | -1.66%                   | 17,310                  | 2.4 /6              | 2.0 /6              | 0.64%                 | 10,233                  | 2.0%                | 2.0%                | 6.70%                 | 13,442                  | 2.0 /6              | 2.0%                | 5.67%                  | 20.59%                  | 8.63%                   | 11.68%                  | 10.71%                   |
| TOTAL LARGE CAP DOMESTIC EQUITY                      | 226,463                 | 26.6%               | 26.3%               | 6.64%                   | -1.79%                   | 187,426                 | 26.4%               | 26 2%               | 1.77%                 | 154,498                 | 27.0%               | 26 2%               | 7.48%                 | 145,386                 | 26.6%               | 26 2%               | 4.47%                  | 21.86%                  | 10.95%                  | 13.76%                  | 12.22%                   |
| S&P 500  | 220,403                 | 20.076              | 20.376              | 6.28%                   | -1.66%                   | 101,420                 | 20.476              | 20.3/8              | 0.64%                 | 134,490                 | 27.076              | 20.376              | 6.70%                 | 140,300                 | 20.078              | 20.376              | 5.67%                  | 20.59%                  | 8.63%                   | 11.68%                  | 10.71%                   |
| SMALL CAP DOMESTIC EQUITY                            |                         |                     |                     |                         |                          |                         |                     |                     |                       |                         |                     |                     |                       |                         |                     |                     |                        |                         |                         |                         |                          |
| Manager-of-Managers                                  | 70.050                  | 0.00/               | 0.00/               | 0.000/                  | 4.000/                   | 20.057                  | 0.00/               | 0.00/               | 0.440/                | 50.440                  | 0.40/               | 0.00/               | 0.000/                | 47.000                  | 0.70/               | 0.00/               | 0.000/                 | 40.000/                 | 40.500/                 | 40.700/                 | 44.070/                  |
| <b>SEI</b> Russell 2000 + 200bp                      | 76,250                  | 8.9%                | 8.8%                | <b>6.28%</b><br>4.94%   | <b>-1.29%</b><br>-1.30%  | 62,357                  | 8.8%                | 8.8%                | <b>2.41%</b> 2.45%    | 52,149                  | 9.1%                | 8.8%                | <b>8.80%</b><br>9.43% | 47,868                  | 8.7%                | 8.8%                | <b>-0.03%</b><br>0.94% | <b>18.39%</b> 18.76%    | <b>13.58%</b><br>16.86% | 13.70%<br>15.72%        | <b>14.37%</b> 16.16%     |
| TOTAL SMALL CAP DOMESTIC EQUITY                      | 76,250                  | 8.9%                | 8.8%                | 6.28%                   | -1.29%                   | 62,357                  | 8.8%                | 8.8%                | 2.41%                 | 52,149                  | 9.1%                | 8.8%                | 8.80%                 | 47,868                  | 8.7%                | 8.8%                | -0.03%                 | 18.39%                  | 13.58%                  | 13.70%                  | 14.37%                   |
| Russell 2000   | 70,200                  | 0.570               | 0.070               | 4.42%                   | -1.46%                   | 02,007                  | 0.070               | 0.070               | 1.95%                 | 02,140                  | 3.170               | 0.070               | 8.90%                 | 47,000                  | 0.770               | 0.070               | 0.44%                  | 16.44%                  | 14.58%                  | 13.45%                  | 13.88%                   |
| INTERNATIONAL EQUITY                                 |                         |                     |                     |                         |                          |                         |                     |                     |                       |                         |                     |                     |                       |                         |                     |                     |                        |                         |                         |                         |                          |
| Large Cap - Active                                   |                         |                     |                     | =                       |                          |                         |                     |                     |                       |                         |                     |                     |                       |                         |                     |                     | =                      |                         |                         |                         |                          |
| Capital Guardian<br>LSV                              | 36,141<br>34,329        | 4.2%<br>4.0%        | 4.0%<br>4.0%        | 7.29%<br>6.28%          | -0.01%<br>0.29%          | 29,197<br>27,990        | 4.1%<br>3.9%        | 4.0%<br>4.0%        | 3.07%<br>5.08%        | 24,245<br>24,093        | 4.2%<br>4.2%        | 4.0%<br>4.0%        | 8.50%<br>10.63%       | 22,314<br>21,777        | 4.1%<br>4.0%        | 4.0%<br>4.0%        | 5.00%<br>6.22%         | 25.99%<br>31.24%        | 28.07%<br>27.09%        | 21.19%<br>N/A           | 14.89%<br>N/A            |
| Total Large Cap - Active                             | 70,470                  | 8.3%                |                     | 6.80%                   | 0.29%                    | 57,187                  | 8.1%                | 8.0%                | 4.06%                 | 48,338                  | 8.4%                | 8.0%                | 9.55%                 | 44,091                  | 8.1%                | 8.0%                | 5.60%                  | 28.57%                  | 27.66%                  | 22.95%                  | 18.43%                   |
| MSCI EAFE - 50% Hedged                               |                         |                     |                     | 6.69%                   | 0.04%                    |                         |                     |                     | 4.03%                 |                         |                     |                     | 9.06%                 | ,                       |                     |                     | 4.87%                  | 26.94%                  | 26.72%                  | 22.55%                  | 15.71%                   |
| Small Cap - Value                                    |                         |                     |                     |                         |                          |                         |                     |                     |                       |                         |                     |                     |                       |                         |                     |                     |                        |                         |                         |                         |                          |
| Lazard Citigroup Broad Market Index < \$2BN          | 8,390                   | 1.0%                | 1.0%                | <b>2.34%</b> 6.19%      | -1.90%<br>0.30%          | 7,111                   | 1.0%                | 1.0%                | <b>2.39%</b> 7.05%    | 5,939                   | 1.0%                | 1.0%                | <b>14.69%</b> 11.41%  | 5,180                   | 0.9%                | 1.0%                | 0.71%<br>1.53%         | 21.03%<br>28.58%        | <b>23.65%</b><br>29.28% | <b>20.93%</b> 26.34%    | N/A<br>N/A               |
| Citigroup Broad Warket Index < \$2514                |                         |                     |                     | 0.1376                  | 0.3078                   |                         |                     |                     | 7.0076                |                         |                     |                     | 11.41/0               |                         |                     |                     | 1.5576                 | 20.0076                 | 23.2070                 | 20.5470                 | 14/7                     |
| Small Cap - Growth                                   |                         |                     |                     |                         |                          |                         |                     |                     |                       |                         |                     |                     |                       |                         |                     |                     |                        |                         |                         |                         |                          |
| Vanguard   | 8,006                   | 0.9%                | 1.0%                | 5.20%                   | -1.17%                   | 7,510                   | 1.1%                | 1.0%                | 6.59%                 | 6,023                   | 1.1%                | 1.0%                | 12.63%                | 5,348                   | 1.0%                | 1.0%                | 3.73%                  | 31.00%                  | 29.24%                  | 28.08%                  | N/A                      |
| Citigroup Broad Market Index < \$2BN                 |                         |                     |                     | 6.19%                   | 0.30%                    | =                       |                     |                     | 7.05%                 |                         |                     |                     | 11.41%                |                         |                     |                     | 1.53%                  | 28.58%                  | 29.28%                  | 26.34%                  | N/A                      |
| MSCI EAFE - 50% Hedged                               | 86,866                  | 10.2%               | 10.0%               | <b>6.19%</b><br>6.69%   | <b>-0.20%</b><br>0.04%   | 71,809                  | 10.1%               | 10.0%               | <b>4.15%</b><br>4.03% | 60,301                  | 10.5%               | 10.0%               | <b>10.33%</b> 9.06%   | 54,619                  | 10.0%               | 10.0%               | <b>4.91%</b><br>4.87%  | <b>28.02%</b> 26.94%    | <b>27.35%</b> 26.72%    | <b>23.43%</b> 22.55%    | <b>17.15</b> % 15.71%    |
| DOMESTIC FIXED INCOME                                |                         |                     |                     |                         |                          |                         |                     |                     |                       |                         |                     |                     |                       |                         |                     |                     |                        |                         |                         |                         |                          |
| Core Bond  |                         |                     |                     |                         |                          |                         |                     |                     |                       |                         |                     |                     |                       |                         |                     |                     |                        |                         |                         |                         |                          |
| Western Asset<br>Lehman Aggregate                    | 126,659                 | 14.9%               | 15.5%               | -0.90%<br>-0.52%        | <b>-0.80%</b><br>-0.30%  | 105,510                 | 14.9%               | 15.3%               | 1.61%<br>1.50%        | 96,504                  | 16.8%               | 17.3%               | 2.01%<br>1.24%        | 93,992                  | 17.2%               | 17.3%               | <b>4.45%</b><br>3.81%  | <b>7.29%</b><br>6.12%   | <b>-0.90%</b><br>-0.81% | <b>4.44%</b><br>3.98%   | <b>5.64</b> %<br>4.48%   |
|  |                         |                     |                     | -0.02 /6                | -0.5078                  |                         |                     |                     | 1.5076                |                         |                     |                     | 1.24/0                |                         |                     |                     | 3.0178                 | 0.1276                  | -0.0178                 | 3.3070                  | 4.4070                   |
| Mortgage Backed Hyperion                             | 35,739                  | 4.2%                | 4.0%                | -0.68%                  | -0.29%                   | 29,470                  | 4.2%                | 4.0%                | N/A                   | -                       | 0.0%                | 0.0%                | N/A                   | -                       | 0.0%                | 0.0%                | N/A                    | N/A                     | N/A                     | N/A                     | N/A                      |
| Lehman Global Aggregate (US Securitized Pol          |                         | ,-                  |                     | -0.45%                  |                          | .,                      |                     |                     | 1.89%                 |                         |                     |                     | , , ,                 |                         | , .                 | , •                 | ,                      |                         |                         | ,,,,,                   |                          |
| Core Plus/Enhanced                                   |                         |                     |                     |                         |                          |                         |                     |                     |                       |                         |                     |                     |                       |                         |                     |                     |                        |                         |                         |                         |                          |
| Clifton Group  | 34,895                  | 4.1%                |                     | -0.52%                  | -0.15%                   | 29,270                  | 4.1%                | 4.0%                | 1.91%                 | 21,963                  | 3.8%                | 4.0%                | 0.66%                 | 21,680                  | 4.0%                | 4.0%                | 3.40%                  | 5.52%                   | N/A                     | N/A                     | N/A                      |
| Prudential Total Core Plus/Enhanced                  | 34,839<br><b>69,734</b> | 4.1%<br>8.2%        | 4.0%<br><b>8.0%</b> | -0.51%<br>-0.52%        | -0.71%<br>- <b>0.43%</b> | 29,189<br><b>58,459</b> | 4.1%<br>8.2%        | 4.0%<br><b>8.0%</b> | 1.50%<br>1.70%        | 21,993<br><b>43,956</b> | 3.8%<br><b>7.7%</b> | 4.0%<br><b>8.0%</b> | 1.89%<br><b>1.27%</b> | 21,438<br><b>43,119</b> | 3.9%<br><b>7.9%</b> | 4.0%<br><b>8.0%</b> | N/A<br>3.40%           | N/A<br><b>5.95%</b>     | N/A<br>N/A              | N/A<br>N/A              | N/A<br>N/A               |
| Lehman Aggregate                                     | 09,134                  | 0.2/6               | 0.0 %               | -0.52%                  | -0.43%                   | 30,439                  | 0.2 /6              | 0.076               | 1.50%                 | 43,930                  | 1.170               | 0.076               | 1.24%                 | 43,119                  | 1.370               | 0.076               | 3.81%                  | 6.12%                   | N/A                     | N/A                     | IN/P                     |
| Index  |                         |                     |                     | 2.32/3                  | 2.0070                   |                         |                     |                     |                       |                         |                     |                     | 70                    |                         |                     |                     | 2.0.70                 | 2270                    |                         |                         |                          |
| Bank of ND   | 62,287                  | 7.3%                | 7.0%                | -0.41%                  | -0.11%                   | 53,822                  | 7.6%                | 7.5%                | 1.37%                 | 40,597                  | 7.1%                | 7.5%                | 1.31%                 | 41,341                  | 7.6%                | 7.5%                | 3.10%                  | 5.45%                   | -1.14%                  | 2.92%                   | 4.32%                    |
| Lehman Gov/Credit (1)                                |                         |                     |                     | -0.49%                  | -0.21%                   |                         |                     |                     | 1.47%                 |                         |                     |                     | 1.04%                 |                         |                     |                     | 3.91%                  | 6.00%                   | -1.52%                  | 3.04%                   | 4.35%                    |
| BBB Average Quality                                  |                         |                     |                     |                         |                          |                         |                     |                     |                       |                         |                     |                     |                       |                         |                     |                     |                        |                         |                         |                         |                          |
| Wells Capital (formerly Strong) Lehman US Credit BAA | 125,420                 | 14.7%               | 15.5%               | <b>-0.33%</b><br>-0.66% | <b>-0.33%</b><br>-0.63%  | 104,788                 | 14.8%               | 15.3%               | <b>1.74%</b><br>1.79% | 96,229                  | 16.8%               | 17.3%               | <b>1.75%</b><br>1.49% | 93,967                  | 17.2%               | 17.3%               | <b>4.60%</b><br>4.80%  | <b>7.93%</b><br>7.54%   | <b>-2.11%</b><br>-2.37% | <b>4.86%</b><br>4.47%   | <b>6.59</b> %            |
| TOTAL DOMESTIC FIXED INCOME<br>Lehman Aggregate (2)  | 419,840                 | 49.3%               | 50.0%               | <b>-0.57%</b><br>-0.52% | <b>-0.45%</b><br>-0.30%  | 352,048                 | 49.6%               | 50.0%               | <b>1.57%</b> 1.50%    | 277,286                 | 48.4%               | 50.0%               | <b>1.70%</b><br>1.24% | 272,418                 | 49.8%               | 50.0%               | <b>4.28%</b> 3.81%     | <b>7.11%</b><br>6.12%   | <b>-1.39%</b><br>-0.81% | <b>3.89%</b><br>4.13%   | <b>5.04</b> %<br>4.87%   |
| CASH EQUIVALENTS                                     |                         |                     |                     |                         |                          |                         |                     | _                   |                       |                         |                     | _                   |                       |                         |                     | _                   |                        |                         |                         |                         |                          |
| Bank of ND<br>90 Day T-Bill                          | 43,033                  | 5.0%                | 5.0%                | <b>1.28%</b><br>1.27%   | <b>0.41%</b><br>0.39%    | 35,841                  | 5.1%                | 5.0%                | <b>1.32%</b> 1.25%    | 28,865                  | 5.0%                | 5.0%                | <b>1.32%</b><br>1.26% | 27,021                  | 4.9%                | 5.0%                | <b>1.35%</b> 1.33%     | <b>5.36%</b> 5.21%      | <b>4.50%</b><br>4.00%   | <b>4.10%</b><br>3.78%   | <b>3.00</b> %<br>2.76%   |
| TOTAL NDACo PROGRAM SAVINGS                          | 852,452                 | 100.0%              | 100.0%              | <b>2.73%</b> 2.50%      | <b>-0.81%</b><br>-0.69%  | 709,481                 | 100.0%              | 100.0%              | 1.98%<br>1.57%        | 573,098                 | 100.0%              | 100.0%              | <b>4.70%</b><br>4.10% | 547,313                 | 100.0%              | 100.0%              | <b>3.85%</b> 3.99%     | <b>13.91%</b> 12.69%    | <b>6.25%</b> 5.85%      | 9.06%<br>8.48%          | <b>9.26</b> % 8.49%      |

NOTE: Monthly returns and market values are preliminary and subject to change.

<sup>(1)</sup> From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index. (2) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.